

FISCAL NOTE

Bill #:

HB0420

Title:

Revise pesticide disposal laws

Primary Sponsor:

Lake, B

Status:

As Introduced

Sponsor signature

Date

Chuck Swysgood, Budget Director

Date

Fiscal Summary		
	FY 2004 <u>Difference</u>	FY 2005 <u>Difference</u>
Expenditures:		
Revenue:		
State Special Revenue	(\$17,485)	(\$17,485)
Net Impact on General Fund Balance:	\$0	\$0

- ☐ Significant Local Gov. Impact

☐ Included in the Executive Budget

☐ Dedicated Revenue Form Attached

☒ Technical Concerns

☐ Significant Long-Term Impacts

☐ Needs to be included in HB 2

Fiscal Note Request HB0420, As Introduced
(continued)

Fiscal Analysis

ASSUMPTIONS:

1. Revenue to the Pesticide Disposal Program will be reduced due to reductions in the pesticide disposal fee by a total of \$17,485 per year. Commercial applicators license fees are reduced from \$30 to \$10; pesticide dealers license fees are reduced from \$30 to \$10; government applicators license fees are reduced from \$25 to \$10; and pesticide operators license fees are reduced from \$15 to \$10.
2. The Executive Budget includes budgeted annual program costs of \$71,165 per year. Costs are based on a pesticide disposal cost estimated at \$50,000 per year to hire a contractor to properly dispose of the waste and \$8,165 of operating expenses. The remaining costs are \$13,000 per year for a 0.25 FTE to manage the program.
3. Revenue projections based on the average number of licenses issued over the last five years are decreased from about \$71,165 to \$53,680 under this bill. The deficit will be made up from the fund balance in FY 2004 and FY 2005. The bill will allow the department to increase license fees by rule to a maximum of \$15 per license in the future.
4. The Pesticide Disposal Program holds collection events regionally, moving through five regions of the state every five years. Nine regional collections have been held since 1994, collecting a total of 215,276 pounds pesticide or an average of 23,920 pounds per year. The amount collected each year has ranged from 13,200 pounds to 64,224 pounds. The current cost to the department for disposal of 23,920 pounds of pesticide is \$53,820 (\$2.25/pound X 23,920 pounds).

FISCAL IMPACT:

Department of Agriculture	FY 2004 Difference	FY 2005 Difference
<u>Revenues:</u>		
State Special Revenue (02)	(\$17,485)	(\$17,485)
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
State Special Revenue (02)	(\$17,485)	(\$17,485)

LONG-RANGE IMPACTS:

1. If expenditures continue to exceed revenue, a limit on the amount of pesticides accepted for disposal may need to be implemented or the fee raised to continue a self-supporting program.

TECHNICAL NOTES:

1. The bill is effective upon passage and approval and does not permit sufficient time to change application forms, computer software codes and notify affected parties of the change. It would be more appropriate to have a July 1, 2003, effective date.